

**Health Insurance License Outline**  
Kentucky Life and Health Insurance  
License Exam Manual  
3rd Edition 2007  
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**Content**

**Unit Assignments**

**Unit 24**

**Types of Health Insurance Policies (8% of test) - 4 questions**

- Contract and Policy Terminology
- General Categories of Health Policies
- Accident Policies
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  - Accident Benefits
  - Dismemberment
  - Capital and Principal Sums
  - Accidental Death Benefit
  - Multiple Indemnity
  - Accidental Means
  - Accidental Death Time Limits

**Unit 25**

**Disability Income Insurance (8% of test) - 4 questions**

- Function of Disability Income Insurance
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  - Financial Planning Considerations
  - Alternatives to Disability Income Insurance
- Basic Disability Income Provisions
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  - Elimination Period
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  - Benefit Amounts
  - Confining versus Nonconfining Disability
- Other Disability Concepts
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  - Return of Premium
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- Business Uses
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**Unit 26**

**Medical Expense Insurance (8% of test) - 4 questions**

- Basic Expense Insurance
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- Major Medical Coverage
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**Unit 27**

**Health Insurance Providers (8% of test) - 4 questions**

- Traditional Insurers
  - Stocks and Mutual Companies
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  - Participating and Nonparticipating Policies
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- Authorized/Admitted and Unauthorized/Nonadmitted Companies
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**Unit 28**

**Common Provisions and Features (8% of test) - 4 questions**

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- Case Management Provisions
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  - Conversion to an Individual Policy
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- Riders and Endorsements
  - Multiple Indemnity Rider
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  - Impairment Rider
  - Guaranteed Insurability Rider
  - Cost of Living Adjustment
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**Unit 29**

**Required Uniform Policy Provisions (6% of test) - 3 questions**

- Required Provision 1: Entire Contract; Changes
- Required Provision 2: Time Limit on Certain Defenses – Incontestability
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Required Provision 5: Notice of Claim  
Required Provision 6: Claim Forms  
Required Provision 7: Proof of Loss  
Required Provision 8: Time of Payment of Claims  
Required Provision 9: Payment of Claims  
Required Provision 10: Physical Examination and Autopsy  
Required Provision 11: Legal Actions  
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**Unit 30**

**Optional Uniform Policy Provisions (6% of test) - 3 questions**

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Optional Provision 6: Relation of Earnings to Insurance – Average Earnings Clause  
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**Unit 31**

**The Application and Underwriting (8% of test) - 4 questions**

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    Payment Modes  
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**Unit 32**

**Group Health Insurance (8% of test) - 4 questions**

The Nature of Group Coverage  
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- Adverse Selection
- Benefit Provisions
- Establishing a Group Plan
  - Contributory and Noncontributory Plans
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- Group Policy Types
- Group Coverage Provisions
  - Coordination of Benefits Provision
- Continuation and Conversion Privileges
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  - Age Discrimination in Employment Act
  - The Americans with Disabilities Act (ADA)
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- Self-Insured Funds
  - 501(c)(9) Trusts
  - Third-Party Administrators and Administrative Services Only
- Other Forms of Group Insurance
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  - Franchise Policies
  - Multiple Employer Trusts (METs)
  - Multiple Employer Welfare Associations (MEWAs)
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**Unit 33**

**Special Types of Health Policies (6% of test) - 3 questions**

- Dental Care Insurance
  - Basic Coverages
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- Limited Policies
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  - Prescription Drug Policies
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**Unit 33a**  
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**Long-Term Care (LTC) Insurance (6% of test) - 3 questions**

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**Unit 34**

**Social Health Insurance (8% of test) - 4 questions**

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    - What Part A does not Cover
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    - What Part B does not Cover
  - Claims and Appeals
- Medicare Supplement Insurance
- Standard Medicare Supplement Benefits
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- Optional Benefits
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- Other Standard Provisions
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- Medicare Part D: Prescription Drug Plan
- Plans K and L
- Medicare and Employer Coverage
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  - Medicare Cost Assistance
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- TRICARE
- Workers' Compensation
  - Types of Benefits
  - Compensable Injuries
  - Occupational Diseases
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  - Compulsory and Elective Compensation Laws
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  - Second Injury Funds

**Unit 35**

**Health Insurance and Taxation (4% of test) – 2 questions**

- Taxation and Government Health Programs
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- Taxation and Nongovernmental Plans
  - Individual Policies
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  - Business Policies
  - Health Savings Accounts (HSAs)

**Code & Regulations**

**Kentucky Law (8% of test) – 4 questions**